

Department of Finance and Administration

Legislative Impact Statement

Bill: SB831

Amendment Number: S1

Bill Subtitle: TO ADOPT RECENT CHANGES TO THE INTERNAL REVENUE CODE; AND TO MAKE TECHNICAL CORRECTIONS TO THE INCOME TAX LAWS.

Basic Change :

Senator Files

Amendment 1 corrects date mistakes in Section 10 and Section 11 of the original bill.

This bill, as originally filed, readopts several provisions of the federal income tax law that have previously been incorporated into Arkansas income tax law but have been subsequently amended by the US congress. These changes will ensure that Arkansas taxpayers will have the same rules for both federal and state income tax purposes and eliminate the need for the taxpayer to maintain separate books and records for state and federal tax purposes.

Revenue Impact :

None

Taxpayer Impact :

These changes will ensure that Arkansas taxpayers will have the same rules for both federal and state income tax purposes and eliminate the need for the taxpayer to maintain separate books and records for state and federal tax purposes.

Resources Required :

Update forms and instructions.

Time Required :

Adequate time is provided.

Procedural Changes :

Tax forms and instructions, return processing, and training procedures will need to be updated to reflect new provisions in the Internal Revenue Code Sections that were previously adopted.

Other Comments :

Amendment 1 addresses the drafting errors mentioned in the revenue impact to the bill as originally filed.

Legal Analysis :

Amendment corrects drafting errors identified previously.